

CHAPTER 13-03-07
LIQUIDITY RESERVES FOR REMOTE ACCESS ACCOUNTS

Section

13-03-07-01	Liquidity Reserves Required
13-03-07-02	Share Drafts
13-03-07-03	Other Remote Access Accounts
13-03-07-04	Composition

13-03-07-01. Liquidity reserves required. All credit unions organized and operating under the laws of North Dakota, except the North Dakota central credit union, Bismarck, North Dakota, which is specifically exempt from this chapter, shall maintain liquidity reserves in the manner herein prescribed.

History: Effective September 1, 1978.

General Authority: NDCC 6-01-04

Law Implemented: NDCC 6-01-04

13-03-07-02. Share drafts. The liquidity reserve for share draft accounts shall be computed and funded on a monthly basis, with the liquidity reserve requirement so established, being equal to one hundred twenty-five percent of the average daily share draft payments in the preceding month. The method to be used for computing the required amount is: total dollars of share draft settlements for the month, divided by the number of days in which share drafts were settled, times one hundred twenty-five percent.

History: Effective September 1, 1978.

General Authority: NDCC 6-01-04

Law Implemented: NDCC 6-01-04

13-03-07-03. Other remote access accounts. The liquidity reserve for other remote access accounts shall be computed and funded on a monthly basis, with the liquidity reserve requirements so established, being equal to ten percent of the aggregate lines of credit of these accounts.

History: Effective September 1, 1978.

General Authority: NDCC 6-01-04

Law Implemented: NDCC 6-01-04

13-03-07-04. Composition. The liquidity reserve for share drafts and other remote access accounts, will be an allocation of current assets recorded on the credit union's books, and may consist of the following:

1. Cash.
2. Deposits.
3. Any other investment authorized for North Dakota state chartered credit unions, by statute or regulation, which is redeemable within

sixty days and which has a maturity not in excess of ninety days. (Under this category, the reserve can include shares or deposits in a corporate central credit union, investment in the international credit union government securities program, treasury securities having a maturity of ninety days or less. It should be noted that the maturity limitations apply only to investments other than cash or deposits.)

4. Permanent capital certificates of deposit with the North Dakota central credit union.

History: Effective September 1, 1978.

General Authority: NDCC 6-01-04

Law Implemented: NDCC 6-01-04